

10. Estimated time required to construct works 1 year
If well completed, describe works.

11. Estimated time required to complete the application of water to beneficial use 1 year

12. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use.

Mining operation anticipated to process up to 2,000 tons per day, 260 days per year. Total annual consumption is estimated to be approximately 62 acre feet.

FERRET EXPLORATION COMPANY INC.
 By s/ William F. Price, Agent
P.O. Box 20728
Reno, Nevada 89515

Compared sb/mc js/bc

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins or before the Proof of Completion of Work is filed.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

No perforations shall be put in the production casing from ground level to 100 feet.

(CONTINUED ON PAGE 2)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.15 cubic feet per second, but not to exceed 20.20 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before July 18, 1987

Proof of completion of work shall be filed on or before August 18, 1987

Application of water to beneficial use shall be made on or before July 18, 1989

Proof of the application of water to beneficial use shall be filed on or before August 18, 1989

Map in support of proof of beneficial use shall be filed on or before _____

Completion of work filed JUL 29 1987 IN TESTIMONY WHEREOF, I PETER G. MORROS

Proof of beneficial use filed AUG 22 1991 State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 18th day of July

Cultural map filed _____

Certificate No. 13/21 Issued OCT 22 1991

A.D. 1985

[Signature]
 State Engineer



ASSIGNED

No. 48736

APPLICATION FOR PERMIT

TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

JAN 18 1985

Date of filing in State Engineer's Office.....

Returned to applicant for correction.....

Corrected application filed.....

Map filed..... JAN 18 1985 " Under 48734 "

The applicant..... Ferret Exploration Company, Inc.

1616 Glenarm St., Suite 1600....., of..... Denver.....
Street and No. or P.O. Box No. City or Town

Colorado 80202....., hereby make S application for permission to appropriate the public
State and Zip Code No.
waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association, give names of members.) Incorporated in Delaware
on April 16, 1974.

1. The source of the proposed appropriation is..... Underground.
Name of stream, lake, spring, underground or other source

2. The amount of water applied for is..... 0.15.....second-feet
One second-foot equals 448.83 gals. per min.

(a) If stored in reservoir give number of acre-feet..... N/A

3. The water to be used for..... Mining, Milling and Domestic
Irrigation, power, mining, manufacturing, domestic, or other use. Must limit to one use.

4. If use is for:

(a) Irrigation, state number of acres to be irrigated.....

(b) Stockwater, state number and kinds of animals to be watered.....

(c) Other use (describe fully under "No. 12. Remarks")..... Mining, Milling and Domestic

(d) Power:

(1) Horsepower developed.....

(2) Point of return of water to stream.....

5. The water is to be diverted from its source at the following point within the NE $\frac{1}{4}$ of the NE $\frac{1}{4}$ of Section
28, T.38N., R.22E., MDB&M, or at a point from which the NE corner of said section
Describe as being within a 40-acre subdivision of public survey, and by course and distance to a section corner. If on unsurveyed land, it should be so stated.
28 bears N 32° 33' 20" E, a distance of 768.26 feet.

6. Place of use..... within all of sections 2 and 3, Lots 1-4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ of
Section 4, E $\frac{1}{2}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 10 and all of Section 11, T.37N.,
Describe by legal subdivision. If on unsurveyed land, it should be so stated.
R.22E.; All of Sections 23, 24, 25, 26, 27, 28, 33, 34, 35 & 36, T.38N., R.22E., and all
of Section 19, T.38N., R.23E., MDB&M.

7. Use will begin about..... January 1.....and end about..... December 31....., of each year.
Month and Day Month and Day

8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and
specifications of your diversion or storage works.) A 6"-8" cased well with a 5-10 horsepower sump,
State manner in which water is to be diverted, i.e. diversion structure, ditches and
5,000 gallon storage tank with pump and 3"-4" pipe leading to the processing area.
flumes, drilled well with pump and motor, etc.

9. Estimated cost of works..... \$25,000

(PERMIT TERMS CONTINUED)

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

The total combined duty of water under Permits 48734, 48735 and 48736 shall not exceed 20.20 million gallons annually.

